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## **Facilities Management Division** Franchise Compensation Methodology Input Values Issued October 23, 2017

Section	Input Description	Input Value
IV.2.1.2	Adjust the resulting per-square-foot value of the land adjacent to the ROW in the Franchise Area by a factor reflecting the extent to which the Assessed Land Value in King County lags behind the fair market value of real estate in King County.	10%
IV.2.2.1 and IV.2.2.4.2	Width of a typical utility easement.	15'
IV.2.2.2 and IV.2.2.4.2	Factor that accounts for facility location (aerial or underground).	Aerial Facilities: 25% Underground Facilities: 10%
IV.2.3	Rate of return.	6.6%
IV.2.4.	Financial impact protection for residential customers.	\$5.00 per month, at the time of estimate.

FMD may periodically reassess the determinations listed herein and will post updates on the FMD website.

FMD may also, on a case-by-case basis, adjust the values set for the approximate width of a typical utility easement and/or the reduction for aerial or underground facility locations if the size and location of the Utility's facilities are significantly different than those contemplated in the development of this rule.